



State of Utah  
DEPARTMENT OF NATURAL RESOURCES  
DIVISION OF OIL, GAS AND MINING

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May 11, 1999

Gary Applegate  
Indian Queen Marble LLC  
P.O. Box 668  
1275 North Main  
Tooele, Utah 84074

Re: Review of Amended Surety Documents, Indian Queen Marble LLC, Indian Queen Mine, M/001/019,  
Beaver County, Utah

Dear Mr. Applegate:

On April 21, 1999, the Division received an amendment to the existing *interim* surety bond (#64916-SD) issued by Frontier Insurance Company on behalf of R. P. Horton for the Indian Queen Mine. This amendment increased the existing surety amount from \$15,000 to \$29,000. On May 7, 1999 we received a cancellation notice (dated May 3, 1999) from Frontier Insurance Company. This notice would effectively cancel bond number 64916-SD within 90-days of our receipt, or no later than July 31, 1999. On May 7, 1999, we also received a second amendment (dated May 5, 1999) to the interim surety bond changing the company name from Russell Horton to Indian Queen Marble Company and reinstating the bond with no lapse in coverage.

Because the original reclamation surety was posted as an *interim* (or temporary) form of surety, until the large mine plan permit application was approved, we will now need a new surety bond (Form MR-5) completed along with a formal Reclamation Contract agreement (Form MR-RC). Copies of both of these documents are enclosed with this letter. A guideline for completing the Reclamation Contract is also included. Please make arrangements to have these documents completed in *draft* form and returned to us for review *before* you have them finalized and the signatures notarized. Please make sure that the name of the principal is the same wherever shown on the surety documents, and that it is the same as the name of the permittee or licensee. We will review the draft forms and advise you of any necessary corrections. Once we receive the final signed and notarized forms, we will be prepared to issue our final approval of the large mine permit application.

Thank you for your cooperation and patience in completing this permitting action. Please contact me, Tom Munson or Joelle Burns of my staff if you have any questions in this regard.

Sincerely,

D. Wayne Hedberg  
Permit Supervisor  
Minerals Regulatory Program

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Enclosures: Form MR-RC and guideline  
Form MR-5 (surety bond form)

cc: Ed Ginouves, BLM, Cedar City FO  
Tom Munson, DOGM

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